

AMENDED IN ASSEMBLY SEPTEMBER 5, 1997

AMENDED IN SENATE AUGUST 7, 1997

SENATE BILL

No. 291

**Introduced by Committee on Appropriations (Senators
Johnston (Chair), Alpert, Burton, Calderon, ~~Johnson~~,
Karnette, Lee, ~~Leslie~~, McPherson, and Vasconcellos)**

February 7, 1997

An act relating to the payment of judgments and settlement claims against the State of California, making an appropriation therefor, and declaring the urgency thereof, to take effect immediately.

LEGISLATIVE COUNSEL'S DIGEST

SB 291, as amended, Committee on Appropriations. Judgments and settlement claims against the state: appropriation.

(1) Existing law requires the Attorney General to report to the Legislature when there is no sufficient appropriation available for the payment of a claim against the state.

This bill would appropriate \$525,000 from the Property Acquisition Law Account in the General Fund, as scheduled, to the Attorney General to pay judgments and settlement claims. *The bill would appropriate \$1,930,261 from the General Fund, as scheduled, to the Attorney General, to pay attorney fees, including interest, as specified.*

(2) Existing law authorizes public entities to pay punitive damages on behalf of employees or former employees it has

defended in specified types of actions arising out of their employment with the entity, under certain circumstances.

This bill would authorize the Department of Corrections to pay \$10,564 from specified funds appropriated to the department in the Budget Act of 1997 to satisfy the judgment, including interest, for punitive damages in a specified court decision.

(3) The bill would declare that it is to take effect immediately as an urgency statute.

Vote: $\frac{2}{3}$. Appropriation: yes. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. (a) The sum of five hundred
2 twenty-five thousand dollars (\$525,000) is hereby
3 appropriated from the Property Acquisition Law
4 Account in the General Fund to the Attorney General for
5 allocation to pay the following judgments and settlement
6 claims pursuant to the following schedule:

7 Five hundred twenty-five thousand dollars (\$525,000)
8 for the case of East Valley Water District v. Department
9 of General Services (Superior Court; San Bernardino
10 County, Case No. SCV01657).

11 (b) *The sum of one million nine hundred thirty*
12 *thousand two hundred sixty-one dollars (\$1,930,261) is*
13 *hereby appropriated from the General Fund to the*
14 *Attorney General to pay attorney fees, including interest,*
15 *awarded in the case of American Academy of Pediatrics*
16 *v. Daniel E. Lungren (Superior Court; City and County*
17 *of San Francisco, Case No. 884574).*

18 SEC. 2. (a) The Legislature hereby finds and
19 declares that the payment of punitive damages awarded
20 in the case of Herbert Greene v. Robert Konkel et al
21 (United States District Court; Southern District of
22 California No. 941516 BTM) meets the conditions for
23 payment of a punitive damages claim, as outlined in
24 subdivision (b) of Section 825 of the Government Code.

25 (b) The Department of Corrections is hereby
26 authorized, pursuant to subdivision (b) of Section 825 of



1 the Government Code, to pay a sum in an amount up to
2 and including ten thousand five hundred sixty-four
3 dollars (\$10,564) from funds appropriated to the
4 department in Item 5240-001-0001 of the Budget Act of
5 1997 to satisfy the judgment, including interest, for
6 punitive damages in the case of Herbert Greene v. Robert
7 Konkel et al (United States District Court; Southern
8 District of California No. 941516 BTM).

9 SEC. 3. This act is an urgency statute necessary for the
10 immediate preservation of the public peace, health, or
11 safety within the meaning of Article IV of the
12 Constitution and shall go into immediate effect. The facts
13 constituting the necessity are:

14 In order to pay judgments and settlement claims
15 against the state and end hardship to claimants as quickly
16 as possible, it is necessary for this act to take effect
17 immediately.

